FISCAL NOTE

TO: Chief Clerk of the Senate

Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 5, 1996

SUBJECT: **SB 2914 - HB 2716**

This bill, if enacted, will give precedence in annexation proceedings, with respect to the same territory, to the municipality that currently provides municipal services to the targeted territory. If neither municipality provides services, then precedence goes to the municipality which demonstrates capacity in providing the highest level of service. Currently, the larger of the municipalities has precedence in annexation proceedings.

The fiscal impact from enactment of this bill is estimated to be minimal, since the impact of the bill will be a shift of potential revenues and expenditures from one city to another in affected annexation proceedings.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James a. Downport

James A. Davenport, Executive Director